Margaret P. Grafeld Declassified/Released US Department of State EO Systematic Review 06 JUL 2006

# Message Text

LIMITED OFFICIAL USE

PAGE 01 MANILA 11173 130417Z

15
ACTION TRSE-00

INFO OCT-01 EA-07 NEA-10 ISO-00 IO-10 AID-05 CIAE-00

COME-00 EB-07 FRB-03 INR-07 NSAE-00 USIA-06 XMB-02

OPIC-03 SP-02 CIEP-01 LAB-04 SIL-01 OMB-01 NSC-05

SS-15 STR-04 CEA-01 L-03 H-02 PA-01 PRS-01 /102 W
---------- 047136
R 130314Z AUG 75
FM AMEMBASSY MANILA
TO SECSTATE WASHDC 6465
INFO AMEMBASSY DACCA

LIMITED OFFICIAL USE MANILA 11173

USADB

FOR NAC AGENCIES

E.O. 11652: ADS, DECLAS 9/12/75
TAGS: EAID, EFIN, BG
SUBJECT: FISHERIES DEVELOPMENT PROJECT (BANGLADESH)

SUMMARY: DUE TO PRICE ESCALATIONS AND LIMITATIONS ON AVAILABLE FOREIGN AND LOCAL FUNDS, BANGLADESH GOVERNMENT IS SEEKING ADB APPROVAL TO CHANGE IN SCOPE OF FISHERIES DEVELOPMENT PROJECT (APPROVED JUNE 14, 1973). USADB DOES NOT PROPOSE TO OBJECT. END SUMMARY.

1. ON JUNE 14, 1973, ADB BOARD OF DIRECTORS APPROVED $3.2 MILLION SPECIAL FUNDS LOAN TO GOVERNMENT OF BANGLADESH TO FINANCE FOREX COST OF FISHERIES DEVELOPMENT PROJECT, WHICH AIMS AT IMPROVING PRODUCTION AND DISTRIBUTION FACILITIES OF FISHERIES SECTOR. PARA A OF PROJECT, TO BE IMPLEMENTED BY BANGLADESH FISHERIES DEVELOPMENT CORPORATION (BFDC), CONSISTS OF THREE 500-TON CAPACITY REFRIGERATION COMPLEXES TO BE LOCATED
LIMITED OFFICIAL USE

LIMITED OFFICIAL USE

PAGE 02 MANILA 11173 130417Z

AT DACCA, CHANDPUR AND KHULNA, FOUR 80-TON REFRIGERATED

Margaret P. Grafeld Declassified/Released US Department of State EO Systematic Review 06 JUL 2006

Margaret P. Grafeld Declassified/Released US Department of State EO Systematic Review 06 JUL 2006

FISH CARRIER VESSELS, TWELVE REFRIGERATED TRUCKS, VARIOUS MISCELLANEOUS ITEMS AND SERVICES OF REFRIGERATION EXPERT FOR 24 MONTHS. FOREIGN EXCHANGE ALLOCATION IS $2,763,000. PART B, TO BE IMPLEMENTED BY BANGLADESH KRISHI BANK (BKB), CONSISTS OF CONSTRUCTION OF SIX SMALL-SCALE 10-TON CAPACITY ICE-MAKING PLANTS FOR FISHERMEN'S COOPERATIVES WITH FOREX ALLOCATION OF $437,000. IN ADDITION, BANK APPROVED TECHNICAL ASSISTANCE OF $71,000 EACH TO BFDC AND BKB FOR GENERAL STRENGTHENING AND DEVELOPMENT OF OPERATING EFFICIENCY OF TWO INSTITUTIONS.

2. IN CASE OF PART B, PRICE ESCALATION PROBLEMS HAVE BEEN OVERCOME BY REDUCING ICE PLANTS FROM SIX TO FIVE, ALONG WITH TRANSFER FROM FOREIGN TO LOCAL COSTS FOR CERTAIN CONSTRUCTION MATERIALS. EQUIPMENT ORDERS HAVE BEEN PLACED, AND PART B COMPLETION IS EXPECTED BY MID-1976.

3. RE PART A, SEVERAL ALTERNATIVE PROJECT REVISIONS HAVE BEEN CONSIDERED. BORROWER NOW PROPOSES AS MOST ADVANTAGEIOUS UNDER CIRCUMSTANCES PROJECT BASED ON ONE REFRIGERATION COMPLEX LOCATED AT DACCA COMPRISING TWO FISH CARRIER VESSELS (ONE 80 GT AND OTHER 40 GT), FOUR REFRIGERATED TRUCKS AND ANCILLARY FACILITIES. FOREX REQUIREMENTS ARE ESTIMATED AT $1,980,000, LEAVING $795,000 CONTINGENCY AVAILABLE. IN THIS REGARD, DANISH CREDIT (OF ABOUT $900,000 EQUIVALENT) HAS BECOME AVAILABLE FOR CONSTRUCTION OF REFRIGERATION COMPLEX AT MONGLA IN SOUTHWESTER BANGLADESH (45 MILES DOWNSTREAM FROM KHULNA, WHICH WAS TO HAVE BEEN ONE OF THREE ORIGINAL SITES UNDER BANK PROJECT).

4. IN VIEW ABOVE, BANK MANAGEMENT RECOMMENDS BOARD APPROVAL OF BORROWER'S PROPOSAL TO LIMIT PART A TO ONE 500-TON CAPACITY REFRIGERATION COMPLEX TO BE LOCATED AT DACCA WHERE NEEDS ARE MOST URGENT, TWO REFRIGERATED FISH CARRIER VESSELS (ONE OF 80 GT AND ONE OF 40 GT), FOUR 5-TONE CAPACITY REFRIGERATED TRUCKS, RELATED MISCELLANEOUS EQUIPMENT AND TWELVE MONTHS OF LIMITED OFFICIAL USE

LIMITED OFFICIAL USE

PAGE 03 MANILA 11173 130417Z

CONSULTANT SERVICES. IF NO OBJECTTION TO, OR REQUEST FOR DISCUSSION OF, RECOMMENDATION IS MADE BY ANY BOARD MEMBER BY AUGUST 25, 1975, RECOMMENDATION WILL BE DEEMED APPROVED. USADB DOES NOT PROPOSE TO OJBECT.

5. ADB DOC. R76-75 ON ABOVE SUBJECT POUCHED AUGUST 12.

SULLIVAN

Margaret P. Grafeld Declassified/Released US Department of State EO Systematic Review 06 JUL 2006

Margaret P. Grafeld Declassified/Released US Department of State EO Systematic Review 06 JUL 2006

LIMITED OFFICIAL USE

NNN

Margaret P. Grafeld Declassified/Released US Department of State EO Systematic Review 06 JUL 2006

# Message Attributes

**Automatic Decaptioning:** X
**Capture Date:** 01 JAN 1994
**Channel Indicators:** n/a
**Current Classification:** UNCLASSIFIED
**Concepts:** FISHERIES, PROGRAMS (PROJECTS), LOANS, PRICE CONTROLS
**Control Number:** n/a
**Copy:** SINGLE
**Draft Date:** 13 AUG 1975
**Decaption Date:** 01 JAN 1960
**Decaption Note:**
**Disposition Action:** RELEASED
**Disposition Approved on Date:**
**Disposition Authority:** greeneet
**Disposition Case Number:** n/a
**Disposition Comment:** 25 YEAR REVIEW
**Disposition Date:** 28 MAY 2004
**Disposition Event:**
**Disposition History:** n/a
**Disposition Reason:**
**Disposition Remarks:**
**Document Number:** 1975MANILA11173
**Document Source:** CORE
**Document Unique ID:** 00
**Drafter:** n/a
**Enclosure:** n/a
**Executive Order:** N/A
**Errors:** N/A
**Film Number:** D750279-0265
**From:** MANILA
**Handling Restrictions:** n/a
**Image Path:**
**ISecure:** 1
**Legacy Key:** link1975/newtext/t19750857/aaaabxqx.tel
**Line Count:** 115
**Locator:** TEXT ON-LINE, ON MICROFILM
**Office:** ACTION TRSE
**Original Classification:** LIMITED OFFICIAL USE
**Original Handling Restrictions:** n/a
**Original Previous Classification:** n/a
**Original Previous Handling Restrictions:** n/a
**Page Count:** 3
**Previous Channel Indicators:** n/a
**Previous Classification:** LIMITED OFFICIAL USE
**Previous Handling Restrictions:** n/a
**Reference:** n/a
**Review Action:** RELEASED, APPROVED
**Review Authority:** greeneet
**Review Comment:** n/a
**Review Content Flags:**
**Review Date:** 23 JUL 2003
**Review Event:**
**Review Exemptions:** n/a
**Review History:** RELEASED <23 JUL 2003 by CunninFX>; APPROVED <20 NOV 2003 by greeneet>
**Review Markings:**

Margaret P. Grafeld
Declassified/Released
US Department of State
EO Systematic Review
06 JUL 2006

**Review Media Identifier:**
**Review Referrals:** n/a
**Review Release Date:** n/a
**Review Release Event:** n/a
**Review Transfer Date:**
**Review Withdrawn Fields:** n/a
**Secure:** OPEN
**Status:** NATIVE
**Subject:** FISHERIES DEVELOPMENT PROJECT (BANGLADESH) SUMMARY: DUE TO PRICE ESCALATIONS AND LIMITATIONS ON
**TAGS:** EAID, EFIN, BG
**To:** STATE
**Type:** TE
**Markings:** Margaret P. Grafeld Declassified/Released US Department of State EO Systematic Review 06 JUL 2006